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Senate Bill 75

By: Senators Seabaugh of the 28th, Smith of the 52nd, Hill of the 32nd, Carter of the 13th, Thomas of the 54th and others

A BILL TO BE ENTITLED AN ACT

- 1 To amend Code Section 33-3-27 of the Official Code of Georgia Annotated, relating to
- 2 reports of awards under medical malpractice insurance policies, so as change certain
- 3 provisions relating to the types of awards that are reported; to amend Code Section 43-34-37
- 4 of the Official Code of Georgia Annotated, relating to the authority to refuse to license or
- 5 discipline a physician, investigation, and enforcement, so as to change provisions relating to
- 6 investigations of certain matters; to provide for definitions; to provide for additional
- 7 investigation and assessment under certain circumstances; to provide for implementation of
- 8 certain matters contingent upon funding; to provide for related matters; to provide for
- 9 effective dates; to repeal conflicting laws; and for other purposes.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

SECTION 1.

- 12 Code Section 33-3-27 of the Official Code of Georgia Annotated, relating to reports of
- 13 awards under medical malpractice insurance policies, is amended by striking subsection (b)
- 14 and inserting in lieu thereof the following:
- 15 "(b) Every insurer providing medical malpractice insurance coverage in this state shall
- notify in writing the Composite State Board of Medical Examiners when it pays a judgment
- in excess of \$10,000.00 or enters into an agreement to pay an amount in excess of
- \$\frac{\$10,000.00}{}\$ to settle a medical malpractice claim against a person authorized by law to
- practice medicine in this state; such judgments or agreements shall be reported to the
- board regardless of the dollar amount if the records of the insurer establish that there have
- 21 been two or more previous judgments against or settlements with a licensed physician
- 22 which relate to the practice of medicine. Such notice shall be sent within 30 days after the
- judgment has been paid or the agreement has been entered into by the parties involved in
- 24 the claim."

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SECTION 2.

2 Code Section 43-34-37 of the Official Code of Georgia Annotated, relating to the authority

- 3 to refuse to license or discipline a physician, investigation, and enforcement, is amended by
- 4 striking subsection (i) and inserting in lieu thereof the following:
- 5 "(i)(1) The board shall investigate a licensee's or permit holder's fitness to practice
- 6 medicine if the board has received regarding that licensee a notification, pursuant to Code
- 7 Section 33-3-27, <u>regarding that licensee or permit holder</u> of a medical malpractice
- 8 judgment or settlement in excess of \$100,000.00 or a notification pursuant to Code
- 9 Section 33-3-27 that there have been two or more previous judgments against or
- settlements with the licensee or permit holder relating to the practice of medicine
- 11 <u>involving an action for medical malpractice</u>. Every licensee <u>or permit holder</u> shall notify
- the board of any settlement <u>or judgement</u> involving the licensee and relating to the
- practice of medicine in excess of \$20,000.00 or permit holder involving an action for
- 14 <u>medical malpractice</u>.
- 15 (2) As used in this subsection, the terms:
- 16 (A) 'Action for medical malpractice' shall have the same meaning as provided in Code
- 17 <u>Section 9-3-70.</u>
- (B) 'Permit holder' means a temporary postgraduate training permit issued by the board
- 19 <u>to a graduate of a board approved medical or osteopathic school who is enrolled in a</u>
- 20 postgraduate training program deemed acceptable by the board and who does not
- 21 currently hold a full and unrestricted license in this state."

SECTION 3.

- 23 Said Code section is further amended by adding a new subsection (j) to the end of the Code
- 24 section to read as follows:
- 25 "(j) The board shall conduct an assessment of and may investigate a licensee's fitness to
- practice medicine if it has disciplined the licensee three times in the last ten years as a
- 27 result of an action for medical malpractice. The assessment shall include an examination
- of the licensee's entire history with respect to the practice of medicine and a one day
- on-site visit to the licensee's current practice location. The assessment shall be completed
- within six months of the third disciplinary action. As a result of its findings the board may
- take any action it deems necessary to reduce medical errors and promote patient safety,
- including revocation, suspension, or limiting the licensee's license or requiring additional
- 33 clinical training, additional continuing medical education, proctoring, or referral to
- appropriate rehabilitation facilities. As used in this subsection the term 'action for medical
- malpractice' shall have the same meaning as provided in Code Section 9-3-70."

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SECTION 4.

- 2 (a) Sections 1 and 2 of this Act shall become effective on July 1, 2005.
- 3 (b) Section 3 of this Act shall become effective only upon the effective date of a specific
- 4 appropriation of funds for the purposes of Section 3 of this Act as expressed in a line item
- 5 making specific reference to the full funding of Section 3 of this Act in an appropriations Act
- 6 enacted by the General Assembly.

7 SECTION 5.

8 All laws and parts of laws in conflict with this Act are repealed.